

**MERCHANTS AND MANUFACTURERS BANK CORPORATION**

	CPP Disbursement Date 06/19/2009	RSSD (Holding Company) 2022734	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$158	\$161	1.8%		
Loans	\$127	\$133	4.8%		
Construction & development	\$4	\$5	11.2%		
Closed-end 1-4 family residential	\$9	\$8	-11.9%		
Home equity	\$6	\$6	-4.7%		
Credit card	\$0	\$0			
Other consumer	\$1	\$2	98.6%		
Commercial & Industrial	\$40	\$43	7.4%		
Commercial real estate	\$37	\$37	-1.1%		
Unused commitments	\$28	\$26	-6.4%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$9	\$8	-13.7%		
Asset-backed securities	\$0	\$0			
Other securities	\$8	\$8	-4.9%		
Cash & balances due	\$6	\$5	-27.0%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$145	\$147	1.3%		
Deposits	\$127	\$131	3.0%		
Total other borrowings	\$15	\$13	-12.8%		
FHLB advances	\$2	\$3	100.0%		
Equity					
Equity capital at quarter end	\$13	\$14	7.2%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$3	\$1	NA		
Performance Ratios					
Tier 1 leverage ratio	8.5%	8.6%	--		
Tier 1 risk based capital ratio	9.6%	10.1%	--		
Total risk based capital ratio	11.7%	11.7%	--		
Return on equity <sup>1</sup>	1.9%	8.9%	--		
Return on assets <sup>1</sup>	0.2%	0.8%	--		
Net interest margin <sup>1</sup>	4.4%	4.1%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans}}	171.3%	167.4%	--		
Loss provision to net charge-offs (qtr)	258.9%	3466.7%	--		
Net charge-offs to average loans and leases <sup>1</sup>	0.3%	0.0%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	10.7%	0.0%	0.0%	0.0%	--
Closed-end 1-4 family residential	0.0%	1.5%	0.0%	0.0%	--
Home equity	0.0%	4.6%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	0.0%	0.0%	--
Commercial & Industrial	0.0%	0.0%	0.3%	0.0%	--
Commercial real estate	0.0%	1.3%	0.0%	0.0%	--
Total loans	0.6%	0.7%	0.1%	0.0%	--